

BOARD OF WATER COMMISSIONERS
CITY AND COUNTY OF DENVER, COLORADO

STATEMENTS OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS

(amounts expressed in thousands)

	Years Ended December 31,	
	2001	2000
OPERATING REVENUES:		
Water	\$145,565	\$148,919
Power generation and other	5,633	4,510
Total operating revenues	151,198	153,429
OPERATING EXPENSES:		
Source of supply, pumping, treatment and distribution	43,756	42,857
General and administrative	35,500	32,499
Depreciation and amortization	24,247	23,912
Customer service	7,115	6,798
Total operating expenses	110,618	106,066
OPERATING INCOME	40,580	47,363
NONOPERATING REVENUES (EXPENSES):		
Investment income	8,665	9,838
Interest expense, less capitalized interest of \$1,702 and \$710, respectively	(13,811)	(16,249)
Gain (loss) on disposition of property, plant and equipment	(2,410)	127
Loss on write-off of deferred charges	-	(14,638)
Other income, net	5,233	995
Net nonoperating expenses	(2,323)	(19,927)
NET INCOME	38,257	27,436
Add current year's depreciation expense on utility plant acquired through contributions in aid of construction and system development charges	8,793	8,167
Increase in retained earnings	47,050	35,603
RETAINED EARNINGS (REINVESTED IN UTILITY PLANT AND OTHER ASSETS):		
Beginning of year	503,148	467,545
End of year	\$550,198	\$503,148

The accompanying notes are an integral
part of these financial statements.